

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF FARMDALE)	
DEVELOPMENT CORPORATION)	
FOR AN ADJUSTMENT IN RATES)	CASE NO. 2007-00436
PURSUANT TO THE ALTERNATIVE)	
RATE FILING PROCEDURE FOR)	
SMALL UTILITIES)	

O R D E R

On August 29, 2008, the Commission issued an Order in this proceeding denying the motion for reconsideration filed by Farmdale Development Corporation ("Farmdale"). In the motion, Farmdale requested that the Commission review and change certain portions of the July 30, 2008 Order wherein final determinations upon Farmdale's application for a rate increase were made. The Commission finds, on its own motion, that the August 29, 2008 Order contained errors, which should be corrected by this Order. In the second paragraph, beginning on page 1 and continuing onto page 2, the August 29, 2008 Order incorrectly states:

In the motion, Farmdale requests that the Commission reconsider its decision on the issues of agency collection costs, interest expense and fuel-power expense. Farmdale argues that the Commission's findings and Order on these issues (1) failed to consider evidence establishing that Farmdale made substantial and reasonable efforts to find alternate and more cost-effective collection services; (2) extended the amortization period for recovery of interest on loans for legal fees to five years instead of three years

IT IS THEREFORE ORDERED, nunc pro tunc, that:

1. The second paragraph, beginning on page 1 and continuing onto page 2, of the August 29, 2008 Order is corrected to read:

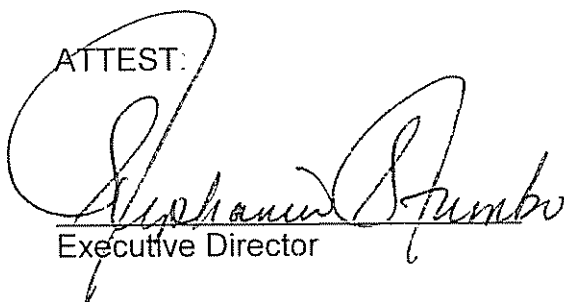
In the motion, Farmdale requests the Commission reconsider its decision on the issues of agency collection costs, legal expense and fuel-power expense. Farmdale argues that the Commission erred in several ways: (1) did not consider evidence establishing that Farmdale made substantial and reasonable efforts to find alternate and more cost-effective collection services; (2) allowed the recovery of legal fees to be amortized over five years instead of three years

2. All other provisions of the August 29, 2008 Order shall remain in full force and effect.

Done at Frankfort, Kentucky, this 11th day of September, 2008.

By the Commission

ATTEST:


Executive Director